

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6912

BILL NUMBER: SB 265

NOTE PREPARED: Jan 30, 2014

BILL AMENDED: Jan 30, 2014

SUBJECT: Metropolitan Campus Governance.

FIRST AUTHOR: Sen. Banks

FIRST SPONSOR:

BILL STATUS: CR Adopted - 1st House

FUNDS AFFECTED: ☒ **GENERAL**
DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: (Amended) This bill defines "metropolitan campus". The bill requires the Commission for Higher Education to designate Indiana University - Purdue University Fort Wayne as a metropolitan campus. It creates an Advisory Board for a Metropolitan Campus. The bill also requires a governance agreement or an operational contract for a metropolitan campus to contain certain provisions.

Effective Date: July 1, 2014.

Explanation of State Expenditures: (Revised) Summary - There is no fiscal impact in defining the term metropolitan campus.

The provision removing the cap on the amount of campus student housing allowed for a metropolitan campus should not have an impact on the state since the student housing is financed from student housing fees.

The provision allowing a metropolitan campus to award doctoral degrees may increase the program costs at the campus but could be done with available resources.

The impact of requiring a governance agreement to include certain items is probably minor.

Additional Information - The governance agreement or operational contract for a metropolitan campus has to include the following provisions:

1. The metropolitan campus may not be required to obtain the approval of the either operating state educational institution (OSEI) before submitting a proposal for a new degree or program to the Commission for Higher Education.

2. The chancellor of the metropolitan campus must be allowed to deal directly with the Board of Trustees of each OSEI and is not required to first contact the president of either OSEI.
3. Metropolitan campus faculty leaders must be recognized as part of each OSEI's faculty leadership.
4. Faculty members employed by each OSEI must be included when seeking participation from metropolitan campus faculty members.
5. Each metropolitan campus faculty member must have access to the resources of each OSEI.
6. The administration or faculty of the metropolitan campus must be allowed to select representatives of the campus to serve on system-wide committees of the OSEI.
7. A process must be established by which the metropolitan campus may choose not to participate in system-wide administrative tasks and systems.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Indiana University - Purdue University Fort Wayne, Indiana University, Purdue University, Commission for Higher Education.

Local Agencies Affected:

Information Sources:

Fiscal Analyst: Chuck Mayfield, 317-232-4825.